## GOVERNMENT OF TELANGANA ABSTRACT

Agriculture and Co-operation Department – Revised Bank Guarantee prescribed to renewal of existing License to the Traders, Commission Agents and for grant of license to the Warehouses, Processors and Direct Purchase Centres under amended Rules - Orders – Issued.

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## AGRICULTURE AND CO-OPERATION (MKTG.II) DEPARTMENT

G.O.Ms.No.39

Dt:29.03.2018. Read the following:-

- 1) G.O.Ms.No.58, Agriculture & Cooperation (Mktg.II) Dept., Dt.27.12.2017.
- 2) From the Director of Agricultural Marketing, Telangana, Hyderabad, Lr.No.SI(G)/7391/2018, Date:23.03.2018.

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## ORDER:

The Director Agricultural Marketing, Telangana State, Hyderabad in her letter 2<sup>nd</sup> read above, has stated that, consequent on issue of final notification with regard to the amendment of the Telangana (Agricultural Produce & Livestock) Markets Rules 1969 in the G.O. 1st read above, certain representations have been received from various stakeholders including Associations of Rice Millers, Cotton Ginning Mills and Commission Agents for decreasing the amounts prescribed for Bank Guarantees for issue / renewal of licences, keeping in view the services being rendered by the Traders and Commission Agents to the farmers. Government have decided to convene a meeting with Associations, Traders and Commission Agents and other stake holders and convened a meeting on 28-02-2018 by the APC and Prl. Secretary to Govt., A & C Department, Director of Agril. Marketing and other officials of the Department with the representatives of various associations. Further, the Hon'ble Minister for Marketing has also held discussions on 08.03.2018 and 15-03-2018, with the representatives of the Associations of Rice Millers, Cotton Ginning Mills, Commission Agents and other stakeholders in the presence of the APC and Prl. Secretary to the Govt., A & C Department, Director of Agril. Marketing and other officials of the Department and after elaborate discussions and careful consideration of the representations received, it is decided that, the amount of Bank Guarantees to be submitted for the renewal of licenses of Commission Agents and Traders shall be revised and also decided that, the amount of Bank Guarantees to be revised for the issue of licenses for processor, warehouse and Direct Purchase Centre (DPC) besides notification of Processing units and warehouses as Markets shall also be revised as prescribed in the G.O. 1<sup>st</sup> read above.

2. Government after careful examination of the matter, hereby issue the following orders in relaxation of Rules issued in the G.O. 1<sup>st</sup> read above in exercise of powers under of Rule 229 of Telangana (Agri. Produce & livestock) Markets Rules, 1969 in the interest of existing License holders of Commission Agents and Traders and for grant of licenses to the Processors, Warehouses and Direct Purchase Centres and Notification of Markets under the Rules.

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a. The Bank Guarantee as ordered below be applicable to the renewal of License to the existing Commission Agents who are with Rs.20,000/- as Bank Guarantee / NSC Bonds only.

S. No.	Category of License	Existing Bank Guarantee (As per G.O.Ms. 58, A&C (Mktg.II) Deptt., Dt. 27.12.2017)		Revised Bank Guarantee in Rs.			
		Turnover below 1.00 Crore	Turnover above 1.00 crore	Below 1.00 crore	Between 1-5 crores	Above 5 crores	
Renewal of Commission Agent License							
(a)	Fruits and Vegetables	3.00 lakhs	5.00 lakhs	25,000	50,000	1 lakhs	
(b)	Other than Fruits and Vegetables	5.00 lakhs	10.00 lakhs	50,000	1 lakh	2 lakhs	
(c)	Commission Agents belong to SC/STs	2.00	lakhs	12,500	25,000	50,000	

b) The Bank Guarantee as ordered below be applicable for renewal existing License of Traders only:

S. No.	Category of License	Existing Bank Guarantee (As per G.O.Ms. 58, A&C (Mktg.II) Deptt., Dt. 27.12.2017)		Revised Bank Guarantee in Rs.				
		Turnover below 1.00 Crore	Turnover above 1.00 crore	Below 1.00 crore	Between 1-5 crores	Above 5 crores		
Renewal of Traders license								
(a)	Fruits and Vegetables	1.00 lakh	2.00 lakhs	25,000/-	50,000/-	1 lakh		
(b)	Other than Fruits and Vegetables	5.00 lakhs	10.00 lakhs	50,000/-	1 lakh	2 lakhs		

c. The Bank Guarantee as ordered below be applicable for Grant of License to the Processors, Warehouses, Notification as Markets and Direct Purchase Centers (DPC):

S. No.	Category of License	Existing Bank Guarantee (As per G.O.Ms. 58, A&C (Mktg.II) Deptt., Dt. 27.12.2017)		Revised Bank Guarantee in Rs.			
		Turnover below 1.00 Crore	Turnover above 1.00 crore	Below 1.00 crore	Between 1- 5 crores	Above 5 crores	
1	Processors License	Rs. 3.00 lakhs		Rs.50,000			
2.	Warehousing	Rs. 2.00 lakhs		Rs. 50,000			
3	Notification as Market	Rs. 20.00 lakhs		Rs. 2.00 lakhs			
4.	Direct Purchase Center (DPC)	Rs. 10.00 Lakhs		Rs.2.00 Lakhs			

- d. The revised Bank Guarantee shall also be submit in the form of National Savings Certificates (NSC) Bonds duly Mortgaging in favour of License Granting Authority.
- e. The period of renewal for all the existing licenses, which will expire by 31.03.2018, as such, limited time is left over for submission of application for renewal of licenses. Hence, the Licence grant Authority hereby permitted to renew of such licenses with revised Bank guarantee as ordered above up to 30.04.2018.
- 3. The Director of Agricultural Marketing, Telangana State, Hyderabad shall take further necessary action accordingly.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF TELANGANA)

## C. PRATHA SARATHI, APC & PRINCIPAL SECRETARY TO GOVERNMENT.

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The Director of Agricultural Marketing, Telangana State, Hyderabad.

The The P.S. to Minister (Irrigation, Marketing and L.A.)

The P.S. to Minister (Agriculture & Coop)

The PS to APC & Secretary to Government (A&C) Department SF/SCs.

// FORWARDED :: BY ORDER:://

**SECTION OFFICER**